

Incoming  
WVCC 0002  
M/001/0067  
cc: Tom

**BLM - Cedar City Field Office  
Phone Conversation Record**

**Date:** February 11, 2010

**RECEIVED**

**Time:** 10:30 am

**FEB 16 2010**

**Persons Present:**

**Div. of Oil, Gas & Mining**

Ed Ginouves, CCFO Minerals Specialist  
Ron Wunderlich, 435-691-2601

**Conversation Record:**

I called Ron to get a status report on the Milford Copper project mine/mill operations.

Ron told me that the mill is not running but that they have the scavengers flotation cells installed in the upper and lower mill sections and are making the final plumbing/electrical connections. He estimates it will be mid-week, next week before it is started up. He also said that they have made changes to allow flotation reagent additions directly to the individual cells, as there was some evidence that the current practice of adding all of the reagent at the head of the float circuit was not getting the reagent onto all of the floatable copper.

He said that the company has laid off employees but that the current head-count is 35, 11 of which are at the Milford office. As there is no money for diesel fuel, any equipment required diesel is currently shut down. Since the laboratory and raw ore crushing equipment require diesel for the portable diesel-electric generator sets, neither are working right now.

He mentioned that the current cprk total shares outstanding is 5 billion shares, with 1 billion shares having been issued yesterday, I asked if the company was financing their day-to-day cash needs from selling shares each day and he said he didn't think they had been doing it for several months – that current cash costs were being covered by the ~1 million in revenue generated by concentrate sales to date.

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